

**CITY OF FARGO**  
**FARGODOME PERMANENT FUND**  
**State Investment Board**  
**Balance Sheet**  
**As of 10/31/2008**

	As of <u>10-31-08</u>	As of <u>6-30-08</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 6,008,130	\$ 7,710,677
DOMESTIC FIXED INCOME	7,120,708	8,207,326
INVESTED CASH (NOTE 1)	<u>158,404</u>	<u>168,054</u>
TOTAL INVESTMENTS	13,287,242	16,086,057
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	<u>7,238</u>	<u>7,437</u>
TOTAL RECEIVABLES	7,238	7,437
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	404,958	469,259
TOTAL ASSETS	<u>\$ 13,699,438</u>	<u>\$ 16,562,753</u>
LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	404,958	469,259
INVESTMENT EXPENSE PAYABLE	<u>23,000</u>	<u>22,954</u>
TOTAL LIABILITIES	427,958	492,213
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	16,070,540	12,102,562
CASH IN DURING YEAR (NOTE 3)	0	5,000,000
CASH OUT DURING YEAR (NOTE 4)	0	0
NET INCREASE (DECREASE)	<u>(2,799,060)</u>	<u>(1,032,022)</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>13,271,480</u>	<u>16,070,540</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 13,699,438</u>	<u>\$ 16,562,753</u>

**CITY OF FARGO**  
**FARGODOME PERMANENT FUND**  
**State Investment Board**  
**Profit and Loss Statement**  
**For the Month Ended 10/31/2008**

	Month Ended <u>10-31-08</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 43,144	\$ 185,108
SECURITIES LENDING INCOME	<u>1,064</u>	<u>4,443</u>
	44,208	189,551
 GAIN ON SALE OF INVESTMENTS	 675,146	 1,845,077
LOSS ON SALE OF INVESTMENTS	<u>1,227,881</u>	<u>2,583,696</u>
 NET GAINS (LOSSES) INVESTMENTS	 (552,735)	 (738,619)
 INVESTMENT EXPENSES	 120	 23,057
SECURITIES LENDING EXPENSES	354	2,620
 NET INVESTMENT INCOME	 (509,001)	 (574,745)
 NET APPREC (DEPREC) MARKET VALUE	 (1,275,919)	 (2,224,343)
MISCELLANEOUS INCOME/(EXPENSE)	<u>(15)</u>	<u>28</u>
 TOTAL INVESTMENT INCOME	 <u>(1,784,935)</u>	 <u>(2,799,060)</u>
 NET INCREASE (DECREASE)	 <u><u>\$ (1,784,935)</u></u>	 <u><u>\$ (2,799,060)</u></u>

**CITY OF FARGO**  
**FARGODOME PERMANENT FUND**  
**Notes To Financial Statements**  
**October 31, 2008**

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

**NOTE 1**     **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

**NOTE 2**     **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

**NOTE 3**     **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

**NOTE 4**     **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.